

Terry E. Branstad, Governor

Kim Reynolds, Lt. Governor

Teresa Wahlert, Director



TO: Economic Development Appropriations Sub-Committee
FROM: Teresa Wahlert, Director
RE: Federal Funds
DATE: February 12, 2013

Iowa Workforce Development receives funding from multiple sources; however the largest source is the federal government. Federal funds account for 80 percent of the department's budget. Attached is a document listing the various federal funding streams, amounts appropriated and areas of use. In order to facilitate the document, it has been divided into 3 sections for your reference.

- Sections marked in green are funding streams with the widest availability of use.
- Sections marked in yellow are funds with moderate restrictions.
- Sections marked in red are very restrictive with limited program use.

<u>Fund</u>	<u>Source</u>	<u>Funding CYCLE</u>	<u>SFY 2013 Amount</u>	<u>Time Frame</u>	<u>Carry Over</u>	<u>Restrictions Level</u>	<u>Purpose (abbreviated)</u>
1 Wagner Peyer (90 %)	U. S. Dept. of Labor	State FY	\$ 5,795,613	Annual	3 yrs	M	Provides employment opportunities for any citizen over 15; including partial staff and facility support for our 16 1-stop centers and Labor market Information data collection;
2 Governor's 10 %	U. S. Dept. of Labor	State FY	\$ 643,957	Annual	3 yrs	M	10% of Wagner Peyer grant is reserved and used at the Governor's discretion for special projects related to workforce employment activities. Current activities include the National Career Readiness Certificate Program, Labor Market Research and program promotional material for eligible participants.
3 Unemployment, Baseline	U. S. Dept. of Labor	Fed FY	\$ 24,627,956	Annual	18 mo	H	Unemployment services, such as tax collection, field audit, quality control, appeals, fact finding, initial claims, weeks claimed, limited support of the 19 local offices staff/overhead, labor mkt info support and general adm. Functions - has quarterly contingency allocations which can increase the base allocation.
4 Unemployment, Automation	U. S. Dept. of Labor	Fed FY	\$ 6,445,409	Annual	3 yrs & 3 mo	H	Subcomponent of Unemployment, Baseline grant - state determines how much of the baseline grant will be devoted to automation; plus the state can apply for competitive grants for UI automation.
5 Emergency Unemployment Administration	U. S. Dept. of Labor	Fed FY	\$ 1,200,000	Annual	12 mo	H	Quarterly allocation based on the number of extended UI payments. Funding only available during the period in which congress authorizes the additional extended unemployment - allocations determined by formulas established by the USDOL. Currently authorized through 12-31-13.
6 Unemployment Modernization	U. S. Dept. of Labor	Fed FY	\$ 5,058,171	Annual	18 mo	H	The states determine how these funds will be spent. However, they must be used for only allowable unemployment services. In Iowa additional staff hired and or shifted to the UI Service Center to reduce the burden on field offices, handle backlog of tax functions, re-engineering the web base application process, additional investigation and recovery and software purchases.
7 Re-employment Eligibility Assessment (REA)	U. S. Dept. of Labor	April-March	\$ 1,168,661	Annual	18 mo	H	Requires individuals to receive re-employment services through IWD local offices, in order to maintain their unemployment benefits. Includes skills assessment, learning about the services provided in the one-stop offices and preparation for employment.

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8 Reed Act	U. S. Dept. of Labor	N/A	\$ 5,887,868	1 time	None	H	\$82 million in 2002; used to enhance and expand unemployment activities - \$40 million put into UI Reserve fund - along with \$110 million of our Washington UI Trust Fund to generate interest to be used to sustain our 19 local offices - \$22 million was used directly in support of local offices from 2002 to 2006 - remaining \$20 million was available for Tax and Benefit Redesign done from 2004 to present. The remaining \$5.9 million (from the \$20 million) is still on hand and will be used to support the on-going UI Benefit Redesign IT project that began in the fall of 2011.
9 Workforce Investment Act Adult Program	U. S. Dept. of Labor	SFY and Fed Yr	\$ 3,670,939	Annual	3 yrs	H	Job training program for Adult individuals 18 years or older. Assist individual in obtaining skills necessary to improve job retention and higher annualized earnings. 95% of the funds must be passed thru from IWD to the 15 local Service Providers that hire staff, assist in paying for training costs and provide support services. 5% is kept at the state level for administrative oversight.
10 Workforce Investment Act Youth Program		April-March	\$ 4,962,142			H	Job training program for Youth individuals 14-21 years. Year round services to provide objective assessment of academic and occupational skill levels. Provide preparation for post secondary education and serve as a linkage between academic and occupational study. 95% of the funds must be passed thru from IWD to the 15 local Service Providers for staffing and participant costs. 5% is kept at the state level for administrative oversight.
11 Workforce Investment Act Dislocated Workers		SFY and Fed Yr	\$ 5,396,211			H	Job training program for individuals laid off from downsizing or closure of businesses. Provides educational and support services to individuals through the requirement to pass thru 80% of the funds from IWD to the 15 local service providers. 15% of the funds are used for Rapid Response activities including the early intervention and assistance to employees that will be laid off. 5% of the funds are for the state level administrative oversight.
12 WIA National Emergency Grants (NEG)	U. S. Dept. of Labor	varies	\$ 641,568	varies	varies	H	job training applied for on a case by case basis when base allocations will not be sufficient to handle the size of the plant closing/layoffs - amount and time period available depends on circumstances of each case - Also provided in times of natural disasters. 97.5% of funds are passed thru to local entities for staffing, job training and support services. 2.5% kept at the state level for administration.

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13 Veterans Program, DVOP	U. S. Dept. of Labor	Fed FY	\$ 1,288,000	annual	15 mo	H	Disabled Veterans Opportunity Program (DVOP) - funds are earmarked for staffing costs related to providing employment services to all Veterans, but specifically for those with either a partial or full disability - the IWD staff paid from the DVOP program must be partially or fully disabled as well.
14 Veterans Program, LVER	U. S. Dept. of Labor	Fed FY	\$ 163,000	Annual	15 mo	H	Local veterans Employment Representative (LVER) - funds are earmarked for staffing costs related to the coordination of the case management of eligible participants.
15 Disability Program	U. S. Dept. of Labor	Fed FY	\$ 1,993,944	One time	3 yrs	H	To provide staff to assist disabled Iowan's with understanding and obtaining various services from multiple agencies. Funding not consistently distributed by USDOL at any one time or amount. Program is coordinated with the Ticket to Work and WIPA programs
16 Trade Assistance Act (TAA)	U. S. Dept. of Labor	Fed FY	\$ 12,012,455	Annual	3 yrs	H	Provides for administrative services and direct training costs for eligible citizens who have lost their job due to plant closing or layoff directly related to businesses that moved to other states or countries. Funding each year is dependent upon the number of layoffs in Iowa in the previous year, that qualified under a Trade Act Petition.
17 Alternative Trade Assistance (ATAA)	U. S. Dept. of Labor	Fed FY	\$ 970,000	Annual	1 yr only	H	Similar eligibility as TAA program, however it is used to compensate individuals for the amount of salary lost when they accept a new job which pays less - no staffing component, all funds used to subsidize employment. No staffing costs allowed
18 Trade Related Assistance (TRA)	U. S. Dept. of Labor	Fed FY	\$ 6,700,000	Annual	1 yr only	H	Part of regular TAA program - however the intent is to only provide support services to participants - transportation and childcare. No staffing costs allowed.
19 Alien Labor Certification	U. S. Dept. of Labor	Fed FY	\$ 81,000	Annual	2 yrs	H	Provides legal aliens that possess highly sought after skills, and low level of workers to fill open positions, with the opportunity to be sponsored by an employer and remain in the US while working for that employer. Funds one position in IWD to coordinate the application process
20 Work Opportunity Tax Credit	U. S. Dept. of Labor	Fed FY	\$ 233,925	Annual	2 yrs	H	Fed tax incentive for private sector businesses that hire individuals from one of twelve target groups that consistently face significant barriers to employment. Employers are compensated by reducing their federal tax liability; support IWD staff to process paperwork.

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21 Mercy Health care Training	U. S. Dept. of Labor	SFY	\$ 1,792,255	One time	3 yrs	H	Special ARRA Stimulus grant awarded to Iowa. 96% of the funds are subcontracted to Mercy College and refugee services to provide healthcare occupational training to individuals new to the state of Iowa good for 3 yrs received Spring, 2010. 4% for state administration.
22 State Energy Sector Partnership	U. S. Dept. of Labor	Fed FY	\$ 2,053,599	Special	3 yrs	H	Special ARRA Stimulus grant awarded to Iowa. 96% of the funds are subcontracted via RFP with the stipulation that only certain high growth "green jobs" will be the source of training provided to participants good for 3 yrs received Spring, 2010. 4% for state administration
23 Labor Commission, OSHA	U. S. Dept. of Labor	Fed FY	\$ 2,996,939	Annual	1 yr only	H	Various federal programs dealing with occupational safety issues. Funding is used to hire IWD staff to perform safety inspections and oversight of public safety and private entities. Some of these programs are 100% fed. Funds, while others are 90-10 or 50-50
24 Local Area Unemployment Rates, LAUS	U. S. Dept. of Labor	Fed FY	\$ 236,860	Annual	1 yr only	H	Creates monthly estimates of the labor force, employment, unemployment and unemployment rates. Estimates are created for the state, metropolitan statistical areas, micropolitan areas, combined statistical areas, counties, and cities with a population of 25,000 or more.
25 Occupational Employment Statistics, OES/BLS	U. S. Dept. of Labor	Fed FY	\$ 444,151	Annual	1 yr only	H	Provides employment and wage estimates by occupation. Semi-annual survey contacts over 7,000 establishments annually. Data is produced for the state, nine metropolitan statistical areas and four balance of state areas.
26 One Stop Labor Market Information, LMI	U. S. Dept. of Labor	Fed FY	\$ 610,731	Annual	1 yr only	H	Provides for the development, management and delivery of core labor market and workforce information products and services. The core services include populating the workforce information database, producing and disseminating industry and occupational projections, economic analysis, economic studies and consulting with local workforce investment boards.
27 North Carolina ALMIS, Employer Database	U. S. Dept. of Labor	Fed FY	\$ 588,266	Annual	1 yr only	H	Iowa is the contract administrator for collecting information on over 12 million businesses throughout the country. The information is privately collected by INFOUSA and is licensed for career exploration, job search, job development, employment support services and related public workforce/economic development.

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28 Mass Layoff Statistics, MLS	U. S. Dept. of Labor	Fed FY	\$ 87,320	Annual	1 yr only	H	Identifies, tracks and describes major permanent job cutbacks. Data is collected monthly on establishments with 20 or more initial claims for unemployment insurance lasting 30 days or more. Information is displayed quarterly.
29 Current Employment Statistics, CES	U. S. Dept. of Labor	Fed FY	\$ 115,229	Annual	1 yr only	H	Monthly survey of business establishments which provides estimates of employment, hours and earnings data by industry for the nation as a whole and most major metropolitan areas.
30 Quarterly Census of Employment and Wages, ES-202	U. S. Dept. of Labor	Fed FY	\$ 510,554	Annual	1 yr only	H	Comprehensive tabulation of employment and wage information for workers covered by state and federal unemployment insurance. Important input to many bureau of labor statistic programs.
31 Automated Current Employment Statistics Team, ACES	U. S. Dept. of Labor	Fed FY	\$ 986,513	Annual	1 yr only	H	Provides programming and IT support to the national CES program, including all the states and territories. Created regular update and data entry systems for the monthly estimates of all states.
32 Educational Outcomes	U. S. Dept. of Labor	Fed FY	\$ 206,525	Annual	1 yr only	H	To assist community colleges in their effort to determine the effectiveness of their educational programming. IWD provides wage data that can be used to measure success of students in the workforce.
33 Data Quality Initiative	U. S. Dept. of Labor	Fed FY	\$ 830,817	Annual	1 yr only	H	Collects employment and training data from a number of large and small workforce programs. Each program provides employment and training services to both employed and unemployed workers. Transaction information is available for each service provided (such as training, job search, job search assistance, etc.) by the type of program with personal characteristic information on participants.
Sub-total USDOL			\$ 100,400,578				
34 Promise jobs	Health & Human Svcs	State FY	\$ 14,459,419	Annual	1 yr only	H	To provide training and job placement assistance to families on TANF (welfare). Funding is split between IWD staff hired to perform this function and staff flowing through some of the subcontractors which are providing the WIA services in Iowa.

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35	Food Assistance, Employment Health & Human Svcs and Training	Fed FY	\$ 320,177	Annual	1 yr only	H	Provides employment and training services for individuals receiving food assistance benefits from DHS. Includes service coordination, payments for tuition and support services.	
	Sub-total HHS		\$ 14,779,596					
36	Ticket to Work	Social Security Adm.	on-going	\$ 154,252	Annual	No end date	M	A self-sufficiency program for people with disabilities, interested in going back to work. IWD receives a fee for placement of these individuals and those funds have historically been used to help offset the cost of Disability Navigator programs.
37	IA Work Incentive Planning & Asst (WIPA) Grant	Social Security Adm.	May to April	\$ 122,000	annual	1 yr only	H	Helps support community work incentive coordinator, who coordinate a wide array of disability and employment professionals around the state in providing job seekers info about benefit management and connecting people with the appropriate professional regarding benefits. Funding cycle does not vary for this program.
	Sub-total SS Adm.		\$ 276,252					